

Substitute Bill No. 5718

February Session, 2002

## AN ACT CONCERNING THIRD-PARTY LIABILITY FOR CONTAMINATED PROPERTY AND MINOR REVISIONS TO ENVIRONMENTAL STATUTES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 22a-4 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2002*):
- (a) The commissioner may, subject to the provisions of chapter 67,
   employ such agents, assistants and employees as he deems necessary
   to carry out his duties and responsibilities. He may retain and employ
   other consultants and assistants on a contract or other basis for
   rendering legal, financial, technical or other assistance and advice.
- 8 (b) The commissioner may allow an applicant for a permit or other
  9 license pursuant to title 22a to hire an independent consultant, at the
  10 expense of the applicant, to review the application and recommend
  11 that the commissioner accept or reject the application.
- Sec. 2. Subsections (a) and (b) of section 22a-133m of the general statutes are repealed and the following is substituted in lieu thereof (*Effective October 1, 2002*):
- 15 (a) An urban sites remedial action program is established to 16 identify, evaluate, plan for and undertake the remediation of polluted 17 real property. [which is deemed vital to the economic development

## needs of the state.]

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(b) The Commissioner of Economic and Community Development, in consultation with the Commissioner of Environmental Protection, shall establish the priority of sites for evaluation and remediation based upon the following factors: (1) The estimated cost of evaluating and remediating the site, if known; (2) the anticipated complexity of an evaluation of the site; (3) the estimated schedule for completing an evaluation; (4) the potential economic development benefits of the site to the state of Connecticut; [and] (5) whether the site would not otherwise be remediated without the assistance of this program; and (6) any other factors which the commissioners deem relevant. No real property shall be eligible for evaluation or remediation under this section unless: (A) The Commissioner of Economic and Community Development finds that the state owns the site or otherwise has or obtains the power to approve the type of development which first occurs on the site after remediation; and (B) the Commissioner of Environmental Protection is unable to determine the responsible party for the pollution or the cleanup of the site, or the responsible party is not in timely compliance with orders issued by the commissioner to provide remedial action, or the commissioner has not issued a final decision on an order to a responsible party to provide remedial action because of (i) a request for a hearing on an order, or (ii) an order issued is subject to an appeal pending before a court. Except for any site proposed for acquisition under subsection (e) of this section, no real property shall be eligible for evaluation or remediation under this section unless the site is located in a distressed municipality, as defined in section 32-9p, as amended, or a targeted investment community, as defined in section 32-222, as amended. For purposes of this section, "responsible party" means any person, as defined in section 22a-2, who created a source of pollution on the site or an owner of the site during the investigation or remediation funded pursuant to this section.

Sec. 3. Subdivision (3) of section 22a-134 of the general statutes, as amended by section 15 of public act 01-204 and section 73 of public act

- 52 01-9 of the June special session, is repealed and the following is substituted in lieu thereof (*Effective October 1, 2002*):
- 54 (3) "Establishment" means any real property at which or any 55 business operation from which (A) on or after November 19, 1980, 56 there was generated, except as the result of remediation of polluted 57 soil, groundwater or sediment, more than one hundred kilograms of 58 hazardous waste in any one month, (B) hazardous waste generated at a 59 different location was recycled, reclaimed, reused, stored, handled, 60 treated, transported or disposed of, (C) the process of dry cleaning was 61 conducted on or after May 1, 1967, (D) furniture stripping was 62 conducted on or after May 1, 1967, or (E) a vehicle body repair facility 63 was located on or after May 1, 1967, but does not mean a small or large 64 quantity generator, as defined in regulations adopted by the 65 commissioner under section 22a-449, that generate more than one 66 hundred kilograms of universal waste, as determined by regulations 67 adopted by the commissioner under section 22a-209i, in any one 68 month.
- Sec. 4. Section 22a-196 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2002*):
  - No asphalt batching or continuous mix facility shall be located in an area which is less than one-third of a mile in linear distance from any hospital, nursing home, school, area of critical environmental concern, watercourse, or area occupied by residential housing. Such distance shall be measured from the outermost perimeter of such facility to the outermost point of such zones. [provided that any such facility in operation] Nothing in this section shall limit the authority of the Commissioner of Environmental Protection to issue a permit to any facility constructed or in operation as of December 31, 1997. [, shall not be subject to the provisions of this section.]
- Sec. 5. Section 22a-449k of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2002*):
- No person shall remove or replace or subcontract for the removal or

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replacement of a residential underground heating oil storage tank system if the person finds such removal or replacement will involve remediation of contaminated soil or groundwater [, the costs of which are to be paid out of the residential underground heating oil storage tank system clean-up subaccount established pursuant to subsection 89 (b) of section 22a-449c, unless the person is a registered contractor. To 90 become a registered contractor, a person shall provide to the 91 Commissioner of Environmental Protection, on forms prescribed by 92 said commissioner, (1) evidence of financial assurance in [the form of 93 insurance, a surety bond or liquid company assets in an amount not 94 less than two hundred fifty thousand dollars] accordance with the standards established pursuant to subsection (c) of section 22a-449d, as amended, and (2) a written statement certifying that such person has 97 had [any] training [required by law] for such business in accordance with the standards established pursuant to subsection (c) of section 22a-449d, as amended, and that such person has (A) performed no 100 fewer than three residential underground petroleum storage tank system removals, or (B) has contracted for at least three removals of residential underground petroleum storage tank systems. Such person shall pay a registration fee of five hundred dollars to the commissioner. Each contractor holding a valid registration on July first shall, not later than August first of that year, pay a renewal fee to the commissioner of two hundred fifty dollars in order to maintain such registration. Any money collected for registration pursuant to this section shall be deposited in the Environmental Quality Fund. The commissioner may revoke a registration for cause [and, on and after the date the review board establishes requirements for financial assurance, training and which shall include, but not be limited to, failure to meet the performance standards under subsection (c) of section 22a-449d, as amended. [, may reject any application for registration that does not meet such requirements.]

Sec. 6. Subsection (e) of section 25-43c of the general statutes is repealed and the following is substituted in lieu thereof (Effective October 1, 2002):

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- Sec. 7. (NEW) (Effective October 1, 2002) (a) No owner of real property shall be liable for any costs or damages pursuant to any provision of the general statutes or common law to any person other than this state, any other state or the federal government, with respect to any pollution or source of pollution on or emanating from such owner's real property that occurred or existed prior to such owner taking title to such property, provided:
- (1) The owner did not establish or create a condition or facility at or on such property that reasonably can be expected to create a source of pollution to the waters of the state for purposes of section 22a-432 of the general statutes and such owner is not responsible pursuant to any other provision of the general statutes for creating any pollution or source of pollution on such property;
- (2) The owner is not affiliated with any person responsible for such pollution or source of pollution through any direct or indirect familial relationship, or any contractual, corporate or financial relationship other than that by which such owner's interest in the property was conveyed or financed; and
- (3) The Commissioner of Environmental Protection has approved in writing: (A) An investigation of the pollution and sources of pollution on or emanating from the real property which pollution or sources of pollution occurred prior to such owner's taking title to such property, conducted in accordance with the prevailing standards and guidelines which investigation was conducted by an environmental professional licensed in accordance with section 22a-133v of the general statutes;

and (B) a final remedial action report prepared by a licensed environmental professional that demonstrates that remediation of such pollution and sources of pollution was completed in accordance with the remediation standards in regulations adopted pursuant to section 22a-133k of the general statutes.

(b) This section shall not relieve any such liability where (1) an owner failed to file or comply with the provisions of an environmental land use restriction created pursuant to section 22a-133o of the general statutes for such real property or with the conditions of a variance for the real property that was approved by the commissioner in accordance with regulations adopted pursuant to section 22a-133k of the general statutes, or (2) the commissioner, at any time, determines that an owner provided information that it knew or had reason to know was false or misleading or otherwise failed to satisfy all of the requirements of subsection (a) of this section. Nothing in this section shall be construed to relieve an owner of any liability for pollution or sources of pollution on or emanating from such property that occurred or were created after the owner took title to such property.

This act shall take effect as follows:	
Section 1	October 1, 2002
Sec. 2	October 1, 2002
Sec. 3	October 1, 2002
Sec. 4	October 1, 2002
Sec. 5	October 1, 2002
Sec. 6	October 1, 2002
Sec. 7	October 1, 2002

**ENV** Joint Favorable Subst.

FIN Joint Favorable

CE Joint Favorable

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